#### UNITED STATES INTERNATIONAL TRADE COMMISSION

Washington, DC 20436

### MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 111th Congress 1

[Date approved: June 4, 2010]<sup>2</sup>

**Bill No. and sponsor:** S. 2502 (Mr. Lindsey Graham of South Carolina).

**Proponent name,** location: Sun Chemical Corp., Parsippany, NJ.

Other bills on product (111th Congress only): S. 2313.

**Nature of bill:** Temporary duty suspension through December 31, 2011.

Retroactive effect: None.

#### Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

2,5-Cyclohexadiene-1,4-dione-2,5-dichloro-3,6-bis[(9-ethyl-9H-carbazol-3-yl)amino] (Dianil) (CAS No. 80546-37-8) (provided for in subheading 2933.99.79).

Check one:	X Same as that in bill as introduced.		
	Different from that in bill as introduced (see Technical comments section).		

#### Product information, including uses/applications and source(s) of imports:

The subject chemical is a synthetic organic chemical intermediate that is used for the manufacture of Carbazole Violet 23 crude, a pigment primarily used in coloring printing inks, plastics, and paints. The subject chemical is imported from China.

#### Estimated effect on customs revenue for the subject product classifiable in HTS subheading 2933.99.79:

	2010	2011	2012	2013	2014
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%
Estimated value  dutiable imports a	\$7,000,000	\$7,000,000	\$7,000,000	\$7,000,000	\$7,000,000
Customs revenue	\$455,000	\$455,000	\$455,000	\$455,000	\$455,000

a/ Dutiable import estimates were based on estimates provided by industry sources.

b/ At the request of Congress, customs revenue loss is provided for 5 years, although the effective period of the proposed legislation may differ.

Industry analyst preparing report: Eric Land (202-205-3349); Tariff Affairs contact: Dave Michels (202-205-3440).

<sup>&</sup>lt;sup>2</sup> Access to an electronic copy of this memorandum is available at <a href="http://www.usitc.gov/tariff">http://www.usitc.gov/tariff</a> affairs/congress reports/.

<sup>3</sup> The sponsor did not identify any additional beneficiaries of this bill. The proponent identified an additional beneficiary, and the USITC staff contacted the beneficiary and received a written confirmation that it would benefit from this bill.

## Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date	Claim US	Submission	Opposition
	contacted	makes same or competing	attached?	noted?
		product(s)?		
			(Yes/No)	
Sun Chemical Corp. (Proponent)	02/10/2010	No	No	No
Steve Schmidt, Steve.Schmidt@sunchemical.com				
3M Company	02/10/2010	No	No	No
Megan Ivory Carr, mmivory@mmm.com				
Air Products and Chemicals, Inc.	02/22/2010	No	No	No
Richard F. Goodstein, GOODSTRF@airproducts.com				
Archimica	03/10/2010	No	No	No
Andrew Zamoyski, az@azamoyski.com				
BASF Corporation	02/10/2010	No	No	No
Gregory A. Thies, gregory.thies@basf.com				
Bayer Corporation	02/10/2010	No	No	No
Karen Niedermeyer, karen.niedermeyer.b@bayer.com				
Chemtura Corp.	02/10/2010	No	No	No
Lloyd N. Moon, lloyd.moon@chemtura.com				
Matt Mattingley, matt@mattingleygroup.com				
Ciba Specialty Chemicals	02/10/2010	No	No	No
Michelle Forte, Michelle.Forte@cibasc.com				
Clariant	03/10/2010	No	No	No
Mike Carroll, mike.carroll@clariant.com				
Dayglo	03/10/2010	No	No	No
Eugene Crnjac, ecrnjac@dayglo.com				
Dow Chemical Co.	02/10/2010	No	No	No
Lisa Schroeter, LMSchroeter@dow.com				
Max Turnipseed, mctint@att.net				
Dupont	02/10/2010	No	No	No
Brian Curtis, Brian.Curtis@usa.dupont.com				
Dystar	03/10/2010	No	No	No
Bob Schilling, Schilling.Bob@DyStar.com				
Eastman Chemical Co.	02/10/2010	No	No	No
Brent Perry, bperry@eastman.com				
EC Pigments	03/25/2010	No	No	No
Michael Barden, 508-676-3481, ext. 137				
Everlight USA	03/10/2010	No	No	No
Scott Chen, scott.chen@everlightusa.com				
Evonik Industries AG	02/10/2010	No	No	No
Russell Mait, russell.mait@evonik.com				
Fanwood Chemical Inc.	02/10/2010	No	No	No
V. M. (Jim) DeLisi, JdeLisi@fanwoodchemical.com				

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
			(Yes/No)	
The Flint Group	03/25/2010	No	No	No
Dan VanKampen,				
dan.vankampen@pigments.flintgrp.com				
Fuji Film	03/10/2010	No	No	No
Michele Smith, michele.smith@fujifilmic.com				
GFS Chemicals	02/10/2010	No	No	No
John Long, JohnL@gfschemicals.com				
Huntsman International	03/10/2010	No	No	No
John Deming, johndeming@aol.com				
LANXESS Corporation	02/10/2010	No	No	No
Jamie Schaeffer, jamie.schaeffer@lanxess.com				
Monsanto Company	02/10/2010	No	No	No
Michael Parrish, Michael.Parrish@monsanto.com				
Nation Ford Chemical	02/11/2010	No	No	No
Jay Dickson, dicksonj@nationfordchem.com				
Sensient	03/10/2010	No	No	No
Jill Sylte, jill.sylte@sensient-tech.com				
Solutia Inc.	02/10/2010	No	No	No
Bob Hurley, Rhurley@TheAccordGroup.com				
Kassie Wooton, KDWoot@solutia.com				
Weylchem US	03/10/2010	No	No	No
Andrew Zamoyski, az@azamoyski.com				

#### Technical comments:4

The Commission staff notes that S. 2313 is identical to S. 2502 and only one of the Senate bills needs to be enacted.

<sup>&</sup>lt;sup>4</sup> The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.



#### 111TH CONGRESS 1ST SESSION

# S. 2502

To suspend temporarily the duty on Dianil.

#### IN THE SENATE OF THE UNITED STATES

OCTOBER 29, 2009

Mr. Graham introduced the following bill; which was read twice and referred to the Committee on Finance

# A BILL

To suspend temporarily the duty on Dianil.

1	Be it enacted by the Senate and House of Representa-
2	tives of the United States of America in Congress assembled,
3	SECTION 1. DIANIL.
4	(a) In General.—Subchapter II of chapter 99 of
5	the Harmonized Tariff Schedule of the United States is
6	amended by inserting in numerical sequence the following
7	new heading:
	" 9902.01.00 2,5-Cyclohexadiene-1,4-dione- 2,5-dichloro-3,6-bis[(9-ethyl- 9H-carbazol-3-yl)amino]

(Dianil) (CAS No. 80546–37–8) (provided for in subheading 2933.99.79) ............

- 1 (b) Effective Date.—The amendment made by
- 2 subsection (a) applies to goods entered, or withdrawn from
- 3 warehouse for consumption, on or after the 15th day after

4 the date of the enactment of this Act.

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